

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 22-23, 2003

Reference No.: 2.5c.(1)  
Action Item

From: ROBERT L. GARCIA  
Chief Financial Officer

Prepared by: Robert Sertich  
Chief  
Division of Budgets

Ref: **FINANCIAL ALLOCATION AMENDMENT FOR STIP/TRANSPORTATION  
ENHANCEMENT ACTIVITIES (TEA) PROGRAM PROJECT,  
RESOLUTION FP-02-49, AMENDING RESOLUTION FP-99-90**

## **ISSUE:**

The Community Redevelopment Agency (CRA) of the City of Los Angeles was allocated \$1,616,000 in federal TEA funds by the Commission on June 15, 2000 for the Broadway Bus Boulevard Sidewalks project under Resolution FP-99-90. The CRA requests a financial allocation amendment to reduce the original scope of work for the Broadway Bus Boulevard Sidewalks Project to allow for completion of approximately one block of sidewalk improvements with the \$1.6 million in federal TEA funds, plus \$1 million in local funds. The original project scope, from Second to Fifth Street, is now estimated to cost \$10 million dollars due to the unforeseen condition of the underlying sidewalk structures.

## **RECOMMENDATION:**

Approve the reduction in project scope request for the Broadway Bus Boulevard Sidewalks Project on the condition that the CRA commits to completing the entire project (from Second to Fifth Street) within the allotted ten-year Federal Highway Administration (FHWA) completion period.

## **FINANCIAL RESOLUTION:**

Resolved, that \$1,616,000 be allocated from the Budget Act of 1999, Item 2660-101-0890 for the one (1) STIP/TEA project as revised on the attached list, plus \$1,000,000 in contributions from other sources.

**BACKGROUND:**

The original deadline to award the project was June 15, 2001. The Commission granted CRA an extension of 12 months at the June 6-7, 2001 Commission meeting. The contract was awarded on June 10, 2002 for approximately one million dollars greater than the engineer's estimate. The additional cost was covered with local funds. The original scope of work was to complete a sidewalk reconstruction on Broadway Bus Boulevard from Second Street to Fifth Street. Construction on this project started on July 22, 2002.

The contractor started the demolition work in August 2002 and removed the sidewalk and the underlying basement roof slabs within the project limits on a portion of Broadway Boulevard. This work exposed the existing structural steel beams, which are severely corroded and can not be salvaged and reused as indicated in the project specifications. The City has concluded that additional corroded beams will be encountered at other basement locations and will also have to be replaced. With these additional costs, the estimated cost for the original scope of work will be \$10 million.

The revised scope of work being proposed is to reduce the limits and reconstruct sidewalks on both sides of Broadway Bus Boulevard from Fourth Street to Fifth Street. The CRA of the City of Los Angeles intends on completing the project as originally scoped as soon as funds become available.

The CRA of the City of Los Angeles will not allow the contractor to resume work and make additional sidewalk removals until the Commission considers this request to reduce the original scope of work. If the Commission does not approve this proposal, the City of Los Angeles will have to terminate the construction contract, and the federal funds on the project will lapse back to the Federal Highway Administration.

Attachment

Project # Allocation Amount Recipient RTPA/CTC District-County Legislative Districts	Project Title Location Project Description Project Funding	EA (PPNO) Program/Year Prog Amount	Budget Year Item # Program Codes	State Federal Total Amount
<b>2.5c.(1) Statewide Transportation Enhancement Activities (TEA) Project Allocation Amendment</b>			<b>Resolution FP-02-49, Amending Resolution FP-99-90</b>	
1 \$1,616,000 Los Angeles Redevelopment Agency LACMTA 07-Los Angeles Senate: 22 Assembly: 46	Broadway Bus Boulevard Sidewalks project. In Los Angeles on Broadway Bus Boulevard from 2 <sup>nd</sup> <b>4<sup>th</sup> (Fourth)</b> Street to 5 <sup>th</sup> Street. Reconstructing the historic sidewalk and streetscape improvements.  (This revises the scope for Resolution FP-99-90 previously approved on June 15, 2002. No change in original funding.)  (Contribution from Other Sources: \$404,000)	4U1704L (07-8023) TEA / 99-00 \$1,616,000	1999-90 101-0042 101-0890 20.30.500.466 TEA	- \$1,616,000   \$1,616,000